



MISSOURI DEPARTMENT OF REVENUE
DIVISION OF TAXATION AND COLLECTION
**WORKSHEET FOR CALCULATING
BUSINESS FACILITY CREDIT,
ENTERPRISE ZONE MODIFICATION AND
ENTERPRISE ZONE CREDIT**

FORM
4354
(REV. 12-2002)

ENTERPRISE ZONE MODIFICATION

1. Add all of the income lines from Federal Schedule K-1 (Lines 1 through 6) or Federal Form 1040, Schedule C, Line 31.	1	
2. Enter the total deductions (see instructions) (Skip Line 2 if using Schedule C.)	2	
3. Line 1 minus Line 2 equals the net income. If claiming a Business Facility Credit skip to Line 7. (Enter this amount on Lines 10 and 16.)	3	
4. Enter the percentage of income attributed to the Enterprise Zone Facility (from Schedule 250).	4	_____ %
5. Multiply Line 3 by Line 4	5	
6. Multiply Line 5 by 50%—equals the Enterprise Zone Modification (Exemption) see instructions	6	

MAXIMUM AMOUNT OF CREDIT AVAILABLE

7. Capture the dollar amount of the credit available from Schedule 250 or Schedule 150	7	
8. Enter your percentage of ownership as of the last day of the taxable period.	8	_____ %
9. Multiply Line 7 by Line 8, equals maximum amount of credit available	9	

OPTION 1

10. Enter the dollar amount from Line 3 above.	10	
11. Enter the amount of Enterprise Zone Modification (Exemption) from Line 6. If claiming a Business Facility Credit, enter zero (0) for Line 11	11	
12. Line 10 minus Line 11	12	
13. Enter the credit apportionment percentage from Schedule 250 or Schedule 150	13	_____ %
14. Multiply Line 12 by Line 13.	14	
15. For individuals, calculate the dollar amount of tax over \$9,000. Take the amount on Line 14 minus \$9,000, multiply by 6% and add \$315 back to the amount. (Use tax tables for \$9,000 or less.) For corporations, multiply Line 14 by .0625 (6.25%). This is the maximum amount of credit allowed under Option 1.	15	

OPTION 2

16. Enter the amount from Line 3 above.	16	
17. Enter the amount of the Enterprise Zone Modification (Exemption) from Line 6. If claiming a Business Facility Credit, enter zero (0) for Line 17.	17	
18. Line 16 minus Line 17	18	
19. For individuals, calculate the dollar amount of tax over \$9,000. Take the amount from Line 18 minus \$9,000, then multiply by 6%, add \$315 back to the amount. (Use tax tables for \$9,000 or less.) For corporations, multiply Line 18 by .0625 (6.25%). This is the amount of your tax.	19	
20. Enter the percentage amount from Schedule 250 or Schedule 150.	20	
21. Take the amount from Line 19; multiply by the percentage provided to you by Department of Economic Development, Schedule 250 or Schedule 150. This is the maximum amount of credit allowed under Option 2.	21	

TAXPAYER MAY USE OPTION 1 OR OPTION 2, WHICHEVER IS GREATER.

ATTACH COPY OF K-1 OR SCHEDULE C.

GENERAL INSTRUCTIONS

This worksheet is to be used by individual taxpayers when calculating a New or Expanded Business Facility Credit or Enterprise Zone Income Modification or Enterprise Zone Credit. The amount calculated from this worksheet will be claimed on the Missouri Individual Income Tax Return, Form MO-1040. Only corporations earning this credit through a flow through partnership need to complete this worksheet.

Taxpayers authorized a New or Expanded Business Facility tax credit on Schedule 150 will not complete Lines 4 through 6. These Lines apply to Enterprise Zone credits only.

Taxpayers authorized an Enterprise Zone tax credit on Schedule 250 should complete Lines 1 through 21. After completing the worksheet, compare Line 15 to Line 21 and use whichever option is greater.

If you have any questions concerning this worksheet, you can obtain assistance by writing the Missouri Department of Revenue, Division of Taxation and Collection, P.O. Box 371, Jefferson City, MO 65105-0371 or by calling (573) 522-2089 or 526-8733. Individuals with speech/hearing impairments may call TDD (800) 735-2966 or fax (573) 526-1881.

LINE BY LINE INSTRUCTIONS

Line 1 — Add all of the income lines from your Federal Form K-1 or if sole proprietorship, Federal Form 1040, Schedule C, Line 31. Enter the amount on Line 1 of the worksheet.

Line 2 — Enter the amount of deductions from Federal Form 1120S, Federal Schedule K-1, Lines 7 through 10 or Federal Form 1065, Schedule K-1, Lines 8 through 11.

Line 3 — Line 1, minus Line 2 equals the amount of your net income. If claiming a Business Facility Credit, skip to Line 7.

Line 4 — Enter the percentage of income attributed to the Income Exemption (located on the Schedule 250—provided by the Department of Economic Development).

Line 5 — Calculation of the Enterprise Zone Modification (Exemption) — Multiply Line 3 (Net Income), by the percentage from your Schedule 250, Line 4.

Line 6 — One half of the Enterprise Zone Modification is exempt; take the amount from Line 5 and multiply by 50 percent. Enter this amount on Form MO-1040, Line 22 or Form MO-1120, Line 11. Amount cannot exceed Form MO-1040, Line 21 or Form MO-1120, Line 8 or 9. This is the amount of your income modification exemption.

If you are filing a married filing combined return, enter the amount of exemption calculation and indicate the dollar amount under Y for yourself and/or S for your spouse. **Note:** The certification issued by the Department of Economic Development must include each name entitled to a portion of the credit.

Line 7 — Enter the total amount of credit available to the taxpayer (located on the Schedule 250 or Schedule 150).

Line 8 — Enter your percentage of ownership (partnership, S corporation, etc.) as of the last day of the taxable year.

Line 9 — Multiply Line 7 by Line 8, this amount equals the maximum amount of credit available to you.

Line 10 — Enter the dollar amount from Line 3.

Line 11 — Enter the amount of the Enterprise Zone Modification (Exemption) from Line 6. If claiming a Business Facility Credit enter zero (0) on Line 11.

Line 12 — Line 10 minus Line 11.

Line 13 — Enter the percentage apportionment of income for tax credit calculations from Schedule 250 or Schedule 150 provided to you by the Department of Economic Development.

Line 14 — Take the amount from Line 12 and multiply it by the amount on Line 13.

Line 15 — For individuals, calculate the dollar amount of tax over \$9,000. Take the amount on Line 14 minus \$9,000, multiply by 6 percent, and add \$315 back to the amount. Use tax tables if Line 15 is \$9,000 or less. For corporations, multiply Line 14 by .0625 (6.25 percent). This is the maximum amount of credit allowed under Option 1.

Line 16 — Enter the amount from Line 3.

Line 17 — Enter the amount of the Enterprise Zone Modification (Exemption) from Line 6. If claiming Business Facility Credit enter zero (0) on Line 17.

Line 18 — Line 16 minus Line 17.

Line 19 — For individuals, calculate the dollar amount of tax over \$9,000. Take the amount from Line 18, minus \$9,000, then multiply by 6 percent, add \$315 back to the amount. If Line 18 is \$9,000 or less, use tax tables. For corporations, multiply Line 18 by .0625 (6.25 percent). This is the amount of your tax.

Line 20 — Enter the percentage amount from Schedule 250 or Schedule 150.

Line 21 — Take the amount from Line 19, multiply by the percentage on Line 20. This is the maximum amount of credit allowed under Option 2.

Compare Line 15 to Line 21 and use the larger amount for the credit. The taxpayer can use Option 1 or Option 2, whichever is greater. Option 1 can be used more than one time. However, Option 2 can only be used one time.